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Energy Plus Income Trust

Citadel Stable S-1 Income Fund

Sustainable Production Energy Trust

Equal Weight Plus Fund

CGF Resource 2006 Flow-Through Limited Partnership

Financial Preferred Securities Corporation

EQUAL WEIGHT PLUS FUND

ANNUAL REPORT 2007

EQUAL WEIGHT PLUS FUND

Equal Weight Plus Fund (the "Fund" or "Equal Weight") is a closed-end investment trust which became listed on the Toronto Stock Exchange on February 28, 2006. The Fund does not have a fixed termination date but may be terminated at any time upon not less than 90 days written notice to the Administrator with the prior approval of the unitholders of the Fund by special resolution passed at a meeting called for such purpose.

During 2007, Equal Weight paid total cash distributions of \$0.84 per unit based on monthly distributions of \$0.07 per unit compared to \$0.70 per unit for the period from February 28, 2006 to December 31, 2006.

INVESTMENT HIGHLIGHTS:

	2007	2006
Net Assets per Unit ⁽¹⁾	\$ 7.61	\$ 8.07
Market Price per Unit ⁽¹⁾	\$ 6.82	\$ 7.76
Trading Premium (Discount)	(10.4%)	(3.8%)
Cash Distributions per Unit ⁽²⁾	\$ 0.84	\$ 0.70
Trailing Yield ⁽³⁾	12.3%	n/a
Market Capitalization (\$ millions)	\$ 14.4	\$ 26.1

⁽¹⁾ Net assets and market price per unit are based on year end values.

⁽²⁾ First monthly distribution had a record date of March 31, 2006 and was paid April 15, 2006.

⁽³⁾ Trailing yield is based on the last 12 months cash distributions declared expressed as a percentage of market price.

MANAGEMENT REPORT OF FUND PERFORMANCE

(March 20, 2008)

This annual report for the years ended December 31, 2007 and 2006 includes both the management report of fund performance, containing financial highlights, and the audited annual financial statements of Equal Weight Plus Fund.

Unitholders may contact us by calling toll-free 1-877-261-9674 or by visiting our website at www.citadelfunds.com to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure or quarterly portfolio disclosure.

INVESTMENT OBJECTIVES AND STRATEGIES

Equal Weight's investment objectives are to provide investors with monthly cash distributions by investing in a passive portfolio of Canadian income funds that are equally weighted and rebalanced semi-annually. In addition, the Fund may invest in certain Citadel Funds.

RISK

There are a number of risks associated with an investment in Equal Weight Plus Fund. The principal risks include, but are not limited to, market and income risk. Market risk is the exposure to market price changes in the securities held within the portfolio which have a direct effect on the net asset value of the Fund. Income risk arises from a number of factors related to the operational performance of the issuers of the securities held in the Fund's portfolio. These risks include the effects of fluctuations in commodity prices, foreign currency conversion rates and interest rates and include general business operation risks, any of which may affect the issuers' income and as a result

reduce distributions to its unitholders and the value of its units. Diversification and semi-annual rebalancing by the Fund's rebalancing advisor of the securities held in the portfolio may reduce these risks.

INCOME TRUST TAX

Bill C-52, an Act to implement certain provisions of the budget tabled in Parliament on March 19, 2007, was given Royal Assent on June 22, 2007 thereby passing into law the Government's imposition of a tax on income trusts starting in 2011. Since the announcement of the income trust tax in October 2006, takeover activity in the trust sector has been significant. We expect that a significant level of takeover activity will persist in the trust sector during the next few years as trusts consider tax mitigating restructuring alternatives leading up to 2011. The tax on income trusts does not directly impact Equal Weight, however the tax will impact many of the holdings within its portfolio.

RESULTS OF OPERATIONS

The overall income trust sector experienced much higher redemptions in 2007 relative to 2006 despite having produced a positive total return of 6.6% in 2007 compared to negative 2.8% in 2006. In addition to the negative funds flow into the sector, weakness in the energy and real estate sectors along with confirmation of the new tax on trust distributions commencing in 2011 weighed on overall valuations. Despite record high oil prices in 2007, energy related trusts were hampered by the rising \$Cdn and escalating costs as well as soft natural gas prices and the prospect of Alberta royalty rate increases. In addition, Reits suffered their first year of negative performance since 1998 as concern over the decelerating US economy and US real estate issues caused by tightening credit depressed Reit unit prices. On the positive side, strong acquisition and privatization activity provided some sector wide unit price support, particularly in the ongoing business trust sector.

As a result of these negative market conditions and the Fund's mandatory unit repurchases and annual redemption, Equal Weight's net assets declined from \$27.1 million at December 31, 2006 to \$16.0 million at December 31, 2007. On August 30, 2007, unitholders exercised their redemption privilege and redeemed 1,219,295 units at a redemption price of \$7.85 per unit for a total cost of \$9.6 million. On a per unit basis, the Fund's net assets declined from \$8.07 per unit at December 31, 2006 to \$7.61 per unit at the end of 2007.

The Fund's market price also declined from \$7.76 per unit at December 31, 2006 to \$6.82 per unit at December 31, 2007. Equal Weight's market price decline plus monthly distributions produced a negative 2.0% total return for 2007, while the Fund generated a positive 5.1% return on a net assets basis. By comparison, the S&P/TSX Income Trust Index returned 6.6% over the same period.

Total revenue for 2007 was \$2.6 million consistent with \$2.6 million for 2006, which covered the short fiscal period from February 28, 2006 to December 31, 2006. Despite the full year of operation in 2007, total revenue remained flat due to the decline in asset base from the annual August redemption. Administrative and investment manager fees, which are paid in units and calculated in reference to the Fund's net asset value, totaled \$0.14 million for 2007 compared to \$0.14 million for the period in 2006. Trailer fees, which are also calculated in reference to the Fund's net asset value, totaled \$0.07 million for 2007 down slightly from 2006. General and administration costs, including portfolio transaction costs and other expenses, totaled \$0.2 million in 2007 compared to \$0.1 million in 2006. The increase in general and administrative costs was due to the inclusion of portfolio transaction costs of \$0.08 million in 2007 which were not expensed in 2006 due to the implementation of the new accounting standard on financial instruments. The Fund held \$3.5 million of leverage at December 31, 2007 with interest expense over the year of \$0.2 million compared to \$0.1 million in 2006. After total expenses of \$0.6 million, the Fund generated net investment income of \$1.9 million or \$0.66 per unit for 2007. By comparison, net investment income was \$2.2 million or \$0.64 per unit for the period from February 28 to December 31, 2006.

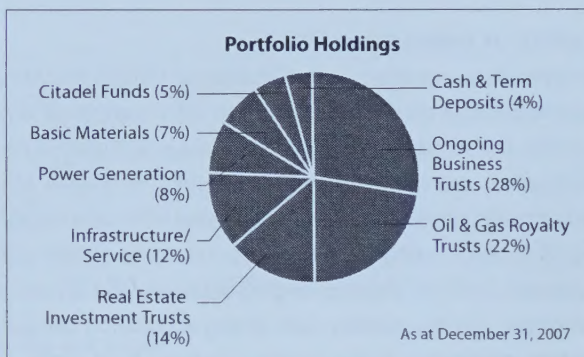
The Fund realized losses of \$2.1 million on the sale of investments as a result of the semi-annual rebalancings. Offsetting these losses, the Fund had unrealized gains of \$1.4 million in 2007 compared to unrealized losses of \$4.4

million in 2006. As a result, the Fund generated total results of operations of \$1.2 million or \$0.42 per unit for 2007 compared to negative \$2.1 million or negative \$0.64 per unit for the period ended December 31, 2006.

During 2007, Equal Weight paid monthly cash distributions of \$0.07 per unit for a total of \$2.4 million or \$0.84 per unit compared to a total of \$2.4 million or \$0.70 per unit for the period ended December 31, 2006.

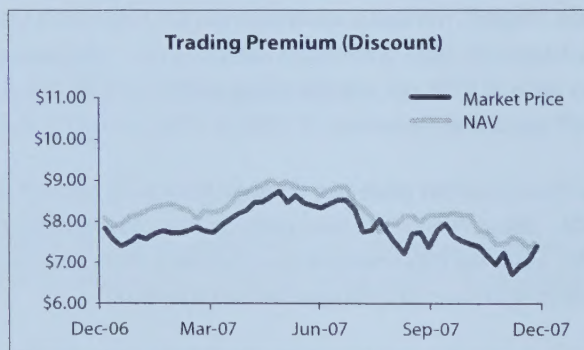
Equal Weight uses leverage as part of its investment strategy to acquire additional portfolio securities and enhance yield. The Fund maintains a 364 day revolving credit facility with a maximum limit of \$8 million. The facility bears interest at either the bank's prime rate or bankers' acceptance rate plus a fixed percentage. During 2007, the Fund's minimum and maximum borrowings were both \$3.5 million. As at December 31, 2007, the Fund had total borrowings of \$3.5 million which represented 21.8% of net assets.

The Fund's portfolio mix remained materially consistent despite the semi-annual rebalancings that occurred in March and September of 2007. Overall, the Fund increased its weighting in oil & gas royalty trusts, basic materials and cash while reducing its Reit and Citadel Fund positions. The Fund is structured to maintain an equal weighted portfolio of Canadian income funds listed on the TSX with market capitalizations of at least \$200 million as well as a number of Citadel Funds.



TRADING PREMIUM / DISCOUNT TO NET ASSET VALUE

During 2007, Equal Weight's unit price traded an average discount to its net asset value of 5.4% compared to an average premium of 2.5% for the period from inception to December 31, 2006. With this discount, the Fund repurchased 54,400 units for cancellation under its mandatory repurchase program at an average cost of \$7.63 per unit compared to 73,800 trust units at an average cost of \$8.07 for the period ended December 31, 2006. Under the Fund's mandatory repurchase program, the Fund is obligated to repurchase units offered for sale at a discount to net asset value of greater than 5%, subject to 1.25% per quarter of the units outstanding.



RECENT DEVELOPMENTS

Investment Fund Governance Legislation

During 2006, Canadian securities regulators passed legislation requiring independent oversight over the management of Canadian investment funds. National Instrument 81-107 - Independent Review Committee for Investment Funds ("NI 81-107") came into effect on November 1, 2006. Equal Weight's three person Independent Review Committee ("IRC") was formed on April 1, 2007 and became fully operational on November 1, 2007. The main responsibility of the IRC is to govern over perceived conflicts of interest between investment funds, their managers and related third parties. Policies and procedures were adopted on November 1, 2007 and the Fund was in full compliance with NI 81-107 at that time.

New Accounting Standards

The Canadian Institute of Chartered Accountants issued Section 3855 "Financial Instruments – Recognition and Measurement", Section 3861 "Financial Instruments - Disclosure and Presentation", Section 3865 "Hedges" and Section 1530 "Comprehensive Income" which became effective for financial statements relating to fiscal years

beginning on or after October 1, 2006. These sections prescribe the criteria for recognition and presentation of financial instruments on the statement of net assets and the measurement of financial instruments according to prescribed classifications. These sections also address how financial instruments are measured subsequent to initial recognition and how the gains and losses are recognized. The Fund is required to designate its financial instruments into one of the following five categories: (i) held for trading, (ii) available for sale, (iii) held to maturity, (iv) loans and receivables, or (v) other financial liabilities.

Section 3855 further establishes a standard for the fair valuation of investments as well as the accounting treatment of transaction costs. Section 3855 requires that the fair value of financial instruments which are traded in active markets be measured based on the bid price for long securities and the ask price for short securities. Prior to the implementation of this new standard, the fair value of financial instruments traded in an active market was generally based on the closing price for the day. Section 3855 also requires that portfolio transaction costs incurred in the purchase and sale of investments be charged to net income in the period incurred. Prior to this new standard these costs were added to the cost of the investments purchased or deducted from the proceeds of sale. Section 3855 has been applied prospectively without restatement of prior periods. An adjustment has been made to the opening net assets in the Statement of Changes in Net Assets in order to reflect the effect on investments held at December 31, 2006, of following section 3855 with respect to recording the fair value of investments at bid prices.

All financial instruments are to be initially measured at fair value. Financial instruments classified as held for trading or available for sale are subsequently measured at fair value with any change in fair value recorded in net income and other comprehensive income, respectively. All other financial instruments are subsequently measured at amortized cost. All derivative financial instruments, including derivative features embedded in financial instruments or other contracts which are not considered closely related to the host financial instrument or contract, are generally classified as held for trading and therefore must be measured at fair value with changes in fair value recorded in net income. However, if a derivative financial instrument is designated as a hedging item in a qualifying cash flow hedging relationship, the effective portion of changes in fair value is recorded in other comprehensive income. Any change in fair value relating to the ineffective portion is recorded immediately in net income. Upon adoption on January 1, 2007, the Fund was not party to any derivative contracts. Portfolio investments and loan payable were classified as held for trading and all other financial assets were classified as loans or receivables and are accounted for on an amortized cost basis. All remaining financial liabilities were classified as other financial liabilities.

As outlined in National Instrument 81-106 Section 14.2, the net asset value ("NAV") of an investment fund is to be calculated in accordance with Canadian GAAP. The Canadian Securities Administrators ("CSA") granted temporary relief to investment funds from complying with Section 3855 for the purpose of calculating and reporting of NAV (other than for financial reporting purposes) to permit review of the suitability of these financial reporting requirements for purposes other than the financial statements. This relief period has been extended until September 30, 2008. The CSA has proposed amendments to NI 81-106 that will permit funds to have two different net asset values; one for financial statements which will be prepared in accordance with Canadian GAAP (referred to as "net assets" or "net assets per unit"); and another for all other purposes (referred to as "net asset value" or "net asset value per unit"). Until that time, the Fund intends to calculate NAV under the old method, specifically using closing rather than bid prices, for all purposes other than financial statements. This Management Report of Fund Performance has been prepared based on the proposed amendments and the December 31, 2007 annual financial statements have been presented in accordance with the new accounting rules.

Section 1530, "Comprehensive Income", introduces a new financial statement "Statement of Comprehensive Income" and provides guidance for the reporting and display of other comprehensive income. Comprehensive income represents the change in equity of an enterprise during a period from transactions and other events arising from non-owner sources including changes in the fair value of the effective portion of cash flow hedging instruments. As required, prior periods have not been restated as a result of implementing Section 1530.

Future Accounting Pronouncements

The CICA issued three new accounting standards in 2007, section 1535, "Capital Disclosures", section 3862, "Financial Instruments – Disclosures", and section 3863, "Financial Instruments – Presentation". These standards become effective for the Fund in 2008. These new sections will place increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how the Fund manages those risks.

Section 1535 establishes disclosure requirements about an entity's capital and how it is managed. The purpose of this section will be to allow users of the financial statements to evaluate the entity's objectives, policies and processes for managing capital.

Sections 3862 and 3863 will replace section 3861, "Financial Instruments – Disclosure and Presentation", which will revise and enhance the disclosure requirements and will carry forward unchanged its presentation requirements.

FORWARD LOOKING STATEMENTS

This document contains certain forward looking statements that involve substantial known and unknown risks and uncertainties, some of which are beyond our control, including the impact of general economic conditions in Canada and the United States, industry conditions, changes in laws and regulations, including the Canadian Income Tax Act, fluctuations in interest rates, commodity prices and foreign exchange, stock market volatility, and market valuations of income and royalty trusts. Our actual results, performance or achievement could differ materially from those expressed in, or implied by, these forward looking statements and, accordingly, no assurances can be given that any of these events anticipated by the forward looking statements will transpire or occur, or if any of them do, what benefits, including the amount of proceeds, that we will derive therefrom. The forward looking statements contained in this annual report are expressly qualified by this cautionary statement. Except as may be required by applicable securities law, we undertake no obligation to publicly update or revise any forward looking statements.

RELATED PARTY TRANSACTIONS

Equal Weight Management Ltd. is the administrator of Equal Weight, which is a member of the Citadel Group of Funds. CIFSG Funds Inc. provides administrative services to the administrators of the Citadel Group of Funds on a cost recovery basis. All non-fund specific costs are allocated among the Citadel Group of Funds on a relative net asset value basis. Equal Weight may invest up to 33% of its portfolio in Citadel Funds.

Pursuant to the administrative services agreement, total annual administrative and rebalancing advisory fees are based upon 0.75% of the aggregate average weekly net asset value of the Fund, less the portion of the net asset value attributable to the Citadel Funds, and subject to a maximum fee of 0.55%. The fee is payable in units or cash at the option of the administrator, monthly in arrears. The administrator is also reimbursed for all general and administrative expenses that relate to the operation of the Fund.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help the reader understand the Fund's financial performance. This information is derived from the Fund's audited financial statements for each year since inception to December 31, 2007.

Net Assets per Unit ("NAPU")

	2007	2006 ⁽¹⁾
NAPU, beginning of period	\$ 8.07	\$ 9.35
Increase (decrease) from operations:		
Total revenue	0.88	0.78
Total expenses	(0.22)	(0.14)
Realized gains (losses)	(0.71)	0.01
Unrealized gains (losses)	0.47	(1.29)
Total increase (decrease) from operations	0.42	(0.64)
Distributions:		
From net investment income	0.72	0.69
From capital gains	-	0.01
From return of capital	0.12	
Total cash distributions	0.84	0.70
NAPU, end of period	\$ 7.61	\$ 8.07

⁽¹⁾ The Fund commenced operations on February 28, 2006.

NAPU and cash distributions per unit are based on the actual number of units outstanding at the time. The December 31, 2007 NAPU is based on bid prices and all prior NAPU are based on closing prices. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This schedule is not a reconciliation of NAPU since it does not reflect unitholder transactions as shown on the Statement of Changes in Net Assets and accordingly columns may not add.

Ratios and Supplemental Data

	2007	2006
Net assets (\$000's)	\$ 16,047	\$ 27,092
Number of units outstanding	2,109,289	3,358,311
Management expense ratio	2.33%	1.81%
Portfolio turnover ratio	25.77%	10.07%
Trading expense ratio	0.34%	0.53%
Closing market price	\$ 6.82	\$ 7.76

Management expense ratio is based on total expenses (excluding portfolio transaction costs) for the period and is expressed as an annualized percentage of weekly average net assets during the period.

Portfolio turnover ratio is based on the lesser of cost of purchases or proceeds of disposition and is expressed as a percentage of the monthly average portfolio value. The portfolio turnover rate indicates how actively the Fund's investment manager manages the portfolio investments. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of weekly average net assets during the period.

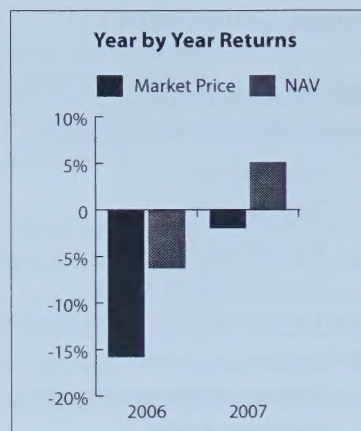
MANAGEMENT FEES

Pursuant to the administrative services agreement, total annual administrative and rebalancing advisor fees are based upon 0.75% of the aggregate average weekly net asset value of the Fund, less the portion of the net asset value attributable to the Citadel Funds, and subject to a maximum fee of 0.55%. The fee is payable in units monthly in arrears. Shaunessy Investment Counsel Inc., as rebalancing advisor to the Fund, provides rebalancing advisory services to the Fund in exchange for a portion of the management fee. These fees represent payment for the administrative and rebalancing advisory services provided to the Fund.

PAST PERFORMANCE

Equal Weight's performance numbers represent the compound total return over the period from inception on February 28, 2006 to December 31, 2007. Total return is based upon both the Fund's change in market price and net assets per unit plus the reinvestment of all distributions in additional units of the Fund.

Returns do not take into account sales, redemptions or income taxes payable that would have reduced return. Past performance of the Fund does not necessarily indicate how it will perform in the future.



ANNUAL COMPOUND RETURNS

In the table below are the annual compound returns for Equal Weight based on market price and net assets per unit with comparison to the S&P/TSX Capped Income Trust Index for the periods indicated to December 31, 2007. The S&P/TSX Capped Income Trust Index is a total return based on a market cap weighted index of all Global Industry Classification Standards of the income trust sector. In 2007, Equal Weight's net assets return underperformed the index due to its relative underweight position in the ongoing business trust sector which fared much better due to takeover activity.

	1 Year	Since inception
Equal Weight (market price)	(2.02%)	(9.95%)
Equal Weight (net assets)	5.13%	(0.83%)
S&P/TSX Capped Income Trust Index	6.61%	(1.52%)

SUMMARY OF INVESTMENT PORTFOLIO

As at December 31, 2007

Net Assets: \$16,047,385

Portfolio by Sector	% of Net Assets
Ongoing Business Trusts	35.0%
Oil & Gas Royalty Trusts	27.0%
Real Estate Investment Trusts	16.5%
Infrastructure/Service Investments	14.3%
Power Generation Investments	9.6%
Basic Materials Investments	8.0%
Citadel Funds	5.7%
Cash and Term Deposits	5.2%
Liabilities, net of other assets	(21.3%)
Total Net Assets	100.0%

TOP 25 HOLDINGS (as a % of net assets)

AG Growth Income Fund	2.6%	Davis + Henderson Income Fund	1.3%
Aeroplan Income Fund	1.9%	GMP Capital Trust	1.3%
Arctic Glacier Income Fund	1.7%	Jazz Air Income Fund	1.2%
Avenir Diversified Income Fund	1.5%	Liquor Stores Income Fund	1.2%
BFI Canada Income Fund	1.5%	Livingston International Income Trust	1.2%
Bell Aliant Regional Comm. Income Fund	1.4%	Morneau Sobeca Income Fund	1.2%
Bird Construction Income Fund	1.4%	Mullen Group Income Fund	1.2%
The Brick Group Income Fund	1.4%	North West Company Fund	1.2%
CI Financial Income Fund	1.4%	Parkland Income Fund	1.2%
CML Healthcare Income Fund	1.4%	Rogers Sugar Income Fund	1.2%
Cineplex Galaxy Income Fund	1.3%	Sleep Country Canada Income Fund	1.2%
Consumers Waterheater Income Fund	1.3%	Superior Plus Income Fund	1.2%
Contrans Income Fund	1.3%		

The summary of investment portfolio may change due to ongoing portfolio transactions. Quarterly updates are available at www.citadelfunds.com.

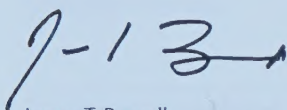
MANAGEMENT'S RESPONSIBILITY STATEMENT

The financial statements of Equal Weight Plus Fund have been prepared by Equal Weight Management Ltd. ("EWML") and approved by the Board of Directors of EWML. EWML is responsible for the information and representations contained in these financial statements and the other sections of the annual report.

EWML maintains appropriate procedures to ensure that relevant and reliable financial information is produced. These statements have been prepared in accordance with accounting principles generally accepted in Canada and include certain amounts that are based on estimates and judgments. The significant accounting policies applicable to the Fund are described in Note 2 to the financial statements.

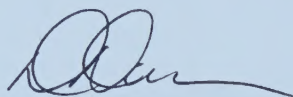
The Board of Directors of EWML is responsible for ensuring that management fulfills its responsibilities for financial reporting and has reviewed and approved these financial statements. The Board carries out this responsibility through the Audit Committee, which is comprised of the independent directors of the Board.

The Audit Committee on behalf of EWML and its Board of Directors has appointed the external audit firm of PricewaterhouseCoopers LLP. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to unitholders their opinion on the financial statements. The auditors have full and unrestricted access to the Audit Committee to discuss their findings.



James T. Bruvall
Chief Executive Officer
Equal Weight Management Ltd.

March 20, 2008



Darren K. Duncan
Chief Financial Officer
Equal Weight Management Ltd.

AUDITORS' REPORT TO UNITHOLDERS

To the Unitholders of Equal Weight Plus Fund

We have audited the statements of net assets and investments of Equal Weight Plus Fund as at December 31, 2007 and 2006 and the statements of operations and comprehensive income, changes in net assets and cash flows for the year ended December 31, 2007 and for the period from December 22, 2005, date of inception of the Fund, to December 31, 2006. These financial statements are the responsibility of management of the Fund's Administrator. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets and investments of the Fund as at December 31, 2007 and 2006 and the results of its operations, the changes in its net assets and cash flows for the year ended December 31, 2007 and for the period from December 22, 2005, the date of inception of the Fund, to December 31, 2006 in accordance with Canadian generally accepted accounting principles.



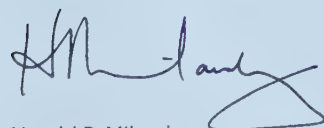
Chartered Accountants
Calgary, Alberta
March 20, 2008

STATEMENT OF NET ASSETS

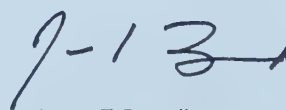
As at December 31	2007	2006
Assets		
Investments, at market	\$ 18,634,401	\$ 29,961,027
Cash and term deposits	836,937	485,184
Revenue receivable	198,422	315,418
Accounts receivable	32,361	80,108
Prepaid expenses	5,572	5,201
	19,707,693	30,846,938
Liabilities		
Accounts payable and accrued liabilities	12,658	20,150
Distributions payable	147,650	235,082
Loan payable (note 8)	3,500,000	3,500,000
	3,660,308	3,755,232
Net Assets representing Unitholders' Equity	\$ 16,047,385	\$ 27,091,706
Units outstanding (note 3)	2,109,289	3,358,311
Net Assets per unit	\$ 7.61	\$ 8.07

see accompanying notes

Signed on behalf of the Board,



Harold P. Milavsky
Chairman of the Board



James T. Bruvall
Director and Chief Executive Officer

STATEMENT OF OPERATIONS & COMPREHENSIVE INCOME

	Year Ended December 31, 2007	Period from December 22, 2005 to December 31, 2006
Revenue		
Distribution income	\$ 2,520,447	\$ 2,547,916
Interest income	52,272	57,870
Securities lending income	15,877	-
Trailer fee revenue	4,627	4,880
	2,593,223	2,610,666
Expenses		
Loan interest (note 8)	213,524	128,158
Administrative and investment manager fees (note 4)	143,696	141,670
Portfolio transaction costs (note 9)	82,275	-
Trailer fee (note 5)	68,853	74,423
Directors' fees	38,332	28,619
General and administration costs	27,493	20,101
Audit fees	23,457	20,527
Trustee fees	15,533	4,374
Reporting costs	10,894	19,973
Legal fees	10,469	5,586
Custodial fees	8,592	9,447
	643,118	452,878
Net investment income	1,950,105	2,157,788
Net realized gain (loss) on sale of investments (note 6)	(2,089,383)	45,122
Net change in unrealized gain (loss) on investments	1,378,619	(4,351,387)
Total results of operations and comprehensive income	\$ 1,239,341	\$ (2,148,477)
Results of operations per unit ⁽¹⁾		
Net investment income	\$ 0.66	\$ 0.64
Net realized gain (loss) on sale of investments	(0.71)	0.01
Net change in unrealized gain (loss) on investments	0.47	(1.29)
	\$ 0.42	\$ (0.64)

⁽¹⁾ Based on the weighted average number of units outstanding.
see accompanying notes

STATEMENT OF CHANGES IN NET ASSETS

	Year Ended December 31, 2007	Period from December 22, 2005 to December 31, 2006
Net Assets – beginning of period	\$ 27,091,706	\$ –
Fair Value Adjustment: (note 2)		
Adjust January 1, 2007 to bid prices	(111,871)	–
Operations:		
Net investment income	1,950,105	2,157,788
Net realized gain (loss) on sale of investments	(2,089,383)	45,122
Net change in unrealized gain (loss) on investments	1,378,619	(4,351,387)
	1,239,341	(2,148,477)
Unitholder Transactions: (note 3)		
Issuance of trust units, net	169,306	32,206,270
Proceeds from distribution reinvestment plan	30,334	4,732
Redemption of trust units	(9,571,466)	–
Repurchase of trust units	(415,235)	(595,208)
	(9,787,061)	31,615,794
Distributions to Unitholders: (note 7)		
From net investment income	(2,119,007)	(2,317,120)
From capital gains	–	(58,491)
From return of capital	(265,723)	–
	(2,384,730)	(2,375,611)
Net Assets – end of period	\$ 16,047,385	\$ 27,091,706
Distributions per unit	\$ 0.84	\$ 0.70

see accompanying notes

STATEMENT OF CASH FLOWS

	Year Ended December 31, 2007	Period from December 22, 2005 to December 31, 2006
Cash flows from operating activities:		
Net investment income	\$ 1,950,105	\$ 2,157,788
Fees paid in trust units	168,902	159,332
Net change in non-cash working capital	157,282	(140,286)
Purchase of investments	(7,179,900)	(37,553,749)
Proceeds from sale of investments	17,683,892	3,286,456
	12,780,281	(32,090,459)
Cash flows from financing activities:		
Proceeds from issuance of trust units, net	–	32,041,730
Proceeds from distribution reinvestment plan	30,334	4,732
Increase in loan payable	–	3,500,000
Cash distributions to unitholders	(2,472,162)	(2,375,611)
Redemption of trust units	(9,571,466)	–
Repurchase of trust units	(415,234)	(595,208)
	(12,428,528)	32,575,643
Net increase in cash and term deposits	351,753	485,184
Cash and term deposits, beginning of period	485,184	–
Cash and term deposits, end of period	\$ 836,937	\$ 485,184

Supplementary Information

Interest paid	\$ 213,524	\$ 128,158
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see accompanying notes

STATEMENT OF INVESTMENTS

	December 31, 2007				December 31, 2006			
	Number of Units Held	Cost	Market Value	% of Market	Number of Units Held	Cost	Market Value	% of Market
Ongoing Business Trusts								
AG Growth Income Fund	7,523	\$ 190,939	\$ 248,635		-	\$ -	\$ -	
Aeroplan Income Fund	8,801	132,455	207,880		18,295	240,772	310,466	
Arctic Glacier Income Fund	14,004	157,324	160,346		18,594	206,374	232,797	
Avenir Diversified Income Fund	22,420	188,679	171,065		-	-	-	
BFI Canada Income Fund	6,596	190,539	175,454		8,696	255,464	233,922	
Bell Aliant Regional Comm. Income Fund	5,723	196,910	168,428		7,120	250,183	191,955	
Bell Nordiq Income Fund	-	-	-		14,108	250,887	210,350	
Bird Construction Income Fund	7,990	149,411	301,143		-	-	-	
The Brick Group Income Fund	19,482	173,847	170,662		25,882	230,320	221,291	
CI Financial Income Fund	7,090	204,854	198,095		8,290	241,405	221,509	
CML Healthcare Income Fund	11,341	167,604	194,158		16,741	248,079	233,537	
Canexus Income Fund	-	-	-		28,767	240,334	196,766	
Canwest Mediaworks Income Fund	-	-	-		32,716	302,803	225,740	
Cineplex Galaxy Income Fund	9,834	153,749	163,539		18,457	288,565	250,092	
Cinram International Income Fund	-	-	-		11,148	259,191	255,847	
Connors Brothers Income Fund	-	-	-		22,856	260,884	239,988	
The Consumers' Waterheater Income Fund	11,931	187,443	175,386		16,231	256,200	217,820	
Contrans Income Fund	18,319	239,894	170,367		18,719	257,905	225,002	
Davis + Henderson Income Fund	9,391	189,910	196,366		13,291	284,908	205,479	
First National Financial Income Fund	-	-	-		-	-	-	
GMP Capital Trust	9,080	214,253	223,368		11,040	261,710	240,672	
Gateway Casinos Income Fund	-	-	-		15,741	248,707	269,171	
Jazz Air Income Fund	23,407	194,949	178,361		29,170	285,843	249,112	
KCP Income Fund	-	-	-		24,585	264,856	182,912	
Liquor Stores Income Fund	8,700	182,265	208,104		-	-	-	
Livingston International Income Fund	10,569	268,740	175,445		10,769	280,849	224,211	
Morneau Sobeco Income Fund	13,849	177,688	201,780		20,397	264,571	212,333	
Mullen Group Income Fund	9,585	256,258	167,738		9,585	287,020	179,144	
Newport Partners Income Fund	-	-	-		34,285	313,549	198,510	
North West Company Fund	8,609	109,044	179,756		16,404	207,778	254,754	
Parkland Income Fund	10,800	83,671	172,800		8,206	186,821	315,849	
Rogers Sugar Income Fund	41,284	179,984	192,796		60,747	265,201	223,549	
Sleep Country Canada Income Fund	8,207	203,168	189,007		10,007	247,727	278,095	
Superior Plus Income Fund	14,243	223,200	165,076		22,847	352,391	240,836	
Teranet Income Fund	18,106	186,858	184,138		23,152	240,561	205,821	
TransForce Income Fund	14,751	259,483	135,709		15,944	289,778	215,085	
Tree Island Wire Income Fund	-	-	-		26,098	261,235	182,947	
UE Waterheater Income Fund	-	-	-		16,466	243,654	232,006	
Versacold Income Fund	-	-	-		27,116	235,642	243,773	
Vicwest Income Fund	-	-	-		13,691	239,364	139,374	
Wajax Income Fund	5,304	181,936	169,993		6,104	208,589	209,062	
Westshore Terminals Income Fund	13,390	161,798	193,619		21,538	261,610	253,933	
Yellow Pages Income Fund	13,179	210,167	183,056		17,095	277,673	220,013	
		5,617,020	5,622,270	28.9%		9,799,403	8,643,723	28.4%

(continued on following page)

	December 31, 2007				December 31, 2006			
	Number of Units Held	Cost	Market Value	% of Market	Number of Units Held	Cost	Market Value	% of Market
<i>(continued from previous page)</i>								
Real Estate Investment Trusts								
Alexis Nihon Reit	-	-	-		19,462	261,304	332,022	
Allied Properties Reit	8,487	153,089	175,426		14,285	257,674	332,126	
Artis Reit	10,504	182,637	158,085		-	-	-	
Boardwalk Reit	3,845	89,703	170,987		8,384	195,596	346,175	
Calloway Reit	7,532	197,829	182,500		9,932	260,865	274,123	
Canadian Reit	6,014	141,056	173,684		10,174	238,626	320,176	
Canadian Apartment Reit	9,767	162,817	156,077		14,818	247,018	275,319	
Canadian Hotel Income Properties Reit	-	-	-		18,295	230,890	273,144	
Chartwell Seniors Housing Reit	12,332	189,207	139,475		18,268	280,283	254,656	
Cominar Reit	8,068	157,753	164,587		12,868	251,607	289,530	
Crombie Reit	14,070	159,835	155,614		22,547	256,134	293,111	
Dundee Reit	-	-	-		8,274	232,134	319,790	
Extencicare Reit	12,200	202,642	151,280		-	-	-	
H&R Reit	7,867	175,791	155,688		11,717	261,820	282,263	
IPC U.S. Reit	-	-	-		23,195	270,175	287,618	
Innvest Reit	15,312	195,447	162,155		19,282	246,121	266,092	
Legacy Hotels Reit	-	-	-		27,809	234,042	263,629	
Morguard Reit	13,994	159,701	180,523		22,794	260,128	313,190	
Northern Property Reit	8,053	169,459	179,582		11,603	244,162	324,304	
Primaris Retail Reit	9,862	176,502	179,390		14,748	263,947	278,442	
RioCan Reit	7,660	174,823	166,605		11,402	260,226	286,760	
Sunrise Senior Living Reit	-	-	-		25,179	304,329	268,408	
		2,688,291	2,651,658	13.6%		5,057,081	5,880,878	19.3%
Oil & Gas Royalty Trusts								
ARC Energy Trust	8,842	221,039	180,112		8,142	216,991	181,567	
Advantage Energy Income Fund	14,882	269,043	129,473		13,982	292,671	173,796	
Baytex Energy Trust	9,779	196,501	184,823		9,029	178,930	201,166	
Bonavista Energy Trust	6,410	216,208	181,916		6,710	235,399	188,886	
Bonterra Energy Income Trust	7,001	179,684	166,274		6,701	182,373	171,345	
Canadian Oil Sands Trust	5,886	179,2878	227,612		7,161	226,411	233,520	
Canetic Resources Trust	12,246	238,536	162,994		10,746	243,364	176,664	
Crescent Point Energy Trust	9,355	196,194	230,975		10,655	236,747	187,528	
Daylight Energy Trust	24,606	301,869	176,917		15,306	208,162	156,274	
Enerplus Resources Fund	4,034	227,904	160,392		3,837	224,553	194,459	
Enterra Energy Trust	-	-	-		20,006	347,377	185,055	
Fairborne Energy Trust	-	-	-		16,105	248,912	168,297	
Focus Energy Trust	10,570	223,970	176,730		10,170	231,570	184,891	
Freehold Royalty Trust	12,713	231,272	197,941		11,413	230,254	169,027	
Harvest Energy Trust	6,548	209,994	135,085		7,500	252,848	196,725	
NAL Oil & Gas Trust	14,821	244,489	171,183		12,021	228,444	147,979	
Paramount Energy Trust	23,490	366,452	147,047		12,390	242,409	153,636	
Pengrowth Energy Trust	9,950	220,161	175,319		9,641	219,571	192,242	
PennWest Energy Trust	5,905	226,708	152,408		5,305	212,148	188,699	
Peyto Energy Trust	10,784	237,993	181,603		11,084	266,338	196,187	
PrimeWest Energy Trust	8,298	246,656	223,299		7,307	244,237	157,100	
Progress Energy Trust	16,297	260,203	176,334		14,897	254,331	187,255	
Provident Energy Trust	14,745	183,928	146,565		17,405	217,021	223,480	
Shiningbank Energy Income Fund	-	-	-		11,218	263,359	144,151	
Sound Energy Trust	-	-	-		27,724	236,991	141,670	
Spectra Energy Trust	18,969	207,957	169,773		-	-	-	
Thunder Energy Trust	-	-	-		27,839	276,525	157,847	
Trilogy Energy Trust	22,835	338,210	156,876		13,035	249,777	148,599	
True Energy Trust	-	-	-		17,477	263,794	130,903	
Vault Energy Trust	-	-	-		28,153	261,040	154,841	
Vermilion Energy Trust	4,832	151,309	164,578		6,952	217,521	243,320	
Zargon Energy Trust	6,527	186,182	148,816		7,427	219,813	184,115	
		5,761,749	4,325,045	22.2%		7,429,881	5,521,224	18.1%

(continued on following page)

	December 31, 2007				December 31, 2006			
	Number of Units Held	Cost	Market Value	% of Market	Number of Units Held	Cost	Market Value	% of Market
<i>(continued from previous page)</i>								
Basic Materials Investments								
Canfor Pulp Income Fund	13,400	179,024	146,328		-	-	-	
Chemtrade Logistics Income Fund	22,460	214,362	189,562		23,611	272,177	190,069	
Fording Canadian Coal Trust	5,105	190,584	195,879		7,305	292,767	175,685	
Great Lakes Carbon Income Fund	-	-	-		24,417	265,200	275,912	
Labrador Iron Ore Royalty Income Fund	4,994	135,071	236,166		9,716	262,785	240,957	
Noranda Income Fund	18,079	223,145	174,282		20,498	267,779	201,905	
Royal Utilities Income Fund	15,600	184,860	165,204		-	-	-	
TimberWest Forest Corp.	12,116	170,582	178,105		17,166	241,681	258,692	
		1,297,628	1,285,526	6.6%		1,602,389	1,343,220	4.4%
Power Generation Investments								
Algonquin Power Income Fund	20,741	218,791	174,017		24,829	268,476	246,552	
Boralex Power Income Fund	19,061	209,062	111,697		23,678	262,128	222,100	
Energy Savings Income Fund	12,025	204,687	200,216		14,425	273,327	194,016	
Epcor Power L.P.	7,438	246,162	173,008		7,963	279,950	213,010	
Gaz Metro L.P.	10,897	211,698	176,967		14,897	290,393	232,095	
Great Lakes Hydro Income Fund	9,265	173,817	185,393		13,565	254,488	260,448	
Innergex Power Income Fund	14,627	200,183	172,599		17,967	245,890	238,243	
MacQuarie Power and Infrastructure Income Fund	18,067	202,810	170,191		23,238	260,857	233,542	
Northland Power Income Fund	14,524	227,075	177,338		17,284	277,606	225,902	
TransAlta Power, L.P.	-	-	-		29,973	273,299	223,898	
		1,894,285	1,541,426	7.9%		2,686,414	2,289,806	7.5%
Infrastructure / Service Investments								
AltaGas Income Trust	6,768	201,371	177,998		8,458	255,205	221,600	
Bonnett's Energy Services Trust	-	-	-		10,007	238,167	157,110	
Builders Energy Services Trust	-	-	-		14,942	240,414	163,914	
CCS Income Trust	-	-	-		6,269	229,593	236,655	
Cathedral Energy Services Trust	22,087	239,863	181,997		22,919	251,813	228,273	
Enbridge Income Fund	17,235	232,487	176,659		19,252	265,495	254,126	
Enerflex Systems Income Fund	18,400	179,078	162,840		-	-	-	
Essential Energy Services Trust	-	-	-		29,170	241,236	151,976	
Eveready Income Fund	42,594	272,746	169,098		33,594	218,398	213,322	
Fort Chicago Energy Partners L.P.	17,232	207,568	186,623		21,032	256,601	241,237	
Inter Pipeline Fund	19,708	201,867	186,832		24,537	256,893	221,814	
Keyera Facilities Income Fund	10,292	219,734	203,473		11,025	258,885	183,456	
Newalta Income Fund	9,275	256,988	168,805		7,797	217,158	219,486	
Peak Energy Services Trust	-	-	-		22,346	272,506	111,730	
Pembina Pipeline Income Fund	10,869	197,278	190,099		14,809	270,711	234,426	
Precision Drilling Income Trust	8,781	290,315	131,891		6,104	221,124	164,808	
Taylor NGL L.P.	19,485	202,304	216,478		24,585	260,219	214,135	
Total Energy Trust	-	-	-		14,646	246,660	174,754	
Trinidad Energy Services Income Fund	13,051	207,768	137,035		14,351	240,566	198,044	
		2,909,367	2,289,828	11.8%		4,441,644	3,590,866	11.8%
Citadel Funds								
Citadel Diversified Investment Trust	-	-	-		78,100	832,071	755,227	
Citadel HYTES Fund	17,400	293,085	226,548		34,300	577,749	469,224	
Citadel Premium Income Fund	-	-	-		55,637	628,169	564,159	
Energy Plus Income Trust	45,000	470,215	268,200		45,000	470,215	362,700	
Sustainable Production Energy Trust	90,000	787,399	423,900		90,000	787,399	540,000	
		1,550,699	918,648	4.7%		3,295,603	2,691,310	8.9%
Investments								
		21,719,039	18,634,401	95.7%		34,312,415	29,961,027	98.4%
Cash and Term Deposits								
		836,937	836,937	4.3%		485,184	485,184	1.6%
Total		\$ 22,555,976	\$ 19,471,338	100.0%		\$ 34,797,599	\$ 30,446,211	100.0%

All portfolio holdings are trust units, except the following: Noranda Income Fund – priority units; TimberWest Forest Corp. – stapled units; Epcor Power L.P., TransAlta Power L.P., Gaz Metro L.P. and Taylor NGL L.P. – limited partnership units; Fort Chicago Energy Partners L.P. - Class A limited partnership units.

NOTES TO FINANCIAL STATEMENTS

December 31, 2007 and 2006

1. STRUCTURE OF THE FUND

Equal Weight Plus Fund (the "Fund" or "Equal Weight") is a closed-end investment trust established under the laws of Alberta pursuant to a Declaration of Trust dated as of December 22, 2005 and amended and restated January 23, 2006. The Fund commenced operations on February 28, 2006, when it completed its initial public offering. The Fund does not have a fixed termination date but may be terminated at any time upon not less than 90 days written notice to the Administrator with the prior approval of the unitholders of the Fund by special resolution passed at a meeting called for such purpose.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements, prepared in accordance with Canadian generally accepted accounting principles, include estimates and assumptions by management that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the period. Actual results may differ from these estimates. The following is a summary of the significant accounting policies.

(a) Cash and term deposits

Cash consists of cash on hand and short term bankers' acceptances with maturities of less than 90 days on acquisition.

(b) Valuation of investments

Investments are valued at fair value. The fair value of securities which are actively traded are valued at bid price as published on the recognized stock exchange on which the investment is listed or principally traded. Prior to January 1, 2007, investments were generally valued at the closing price. The fair value adjustment from the closing price as at December 31, 2006, to the closing bid price for investments at December 31, 2007, is reflected in the Statement of Changes in Net Assets. Investments not traded on the valuation date are valued at the average of the closing bid and ask prices. Average cost is used to compute realized and unrealized gains or losses on investments. Investment transactions are recorded on the trade date.

(c) Canadian income taxes

The Fund qualified as a unit trust within the meaning of the Income Tax Act (Canada). Provided the Fund distributes to its unitholders its net income for tax purposes, the Fund will not generally be liable for income tax under Part 1 of the Income Tax Act (Canada). As all taxable income was allocated to unitholders, no provision for income taxes has been made in these financial statements.

(d) Investment income

Dividend income is recorded on the ex-dividend date, interest and securities lending income is recognized as earned and distribution income is recognized on the ex-distribution date. Capital gains and losses are recognized on the trade date.

(e) New Accounting Standards

The Canadian Institute of Chartered Accountants issued Section 3855 "Financial Instruments – Recognition and Measurement", Section 3861 "Financial Instruments - Disclosure and Presentation", Section 3865 "Hedges" and Section 1530 "Comprehensive Income" which became effective for financial statements relating to fiscal years beginning on or after October 1, 2006. These sections prescribe the criteria for recognition and presentation of financial instruments on the statement of net assets and the measurement of financial instruments according to prescribed classifications. These sections also address how financial instruments are measured subsequent to initial recognition and how the gains and losses are recognized. The Fund is required to designate its financial instruments into one of the following five categories: (i) held for trading, (ii) available for sale, (iii) held to maturity, (iv) loans and receivables, or (v) other financial liabilities.

Section 3855 further establishes a standard for the fair valuation of investments as well as the accounting treatment of transaction costs. Section 3855 requires that the fair value of financial instruments which are traded in active markets be measured based on the bid price for long securities and the ask price for short securities. Prior to the implementation of this new standard, the fair value of financial instruments traded in an active market was generally based on closing price for the day. Section 3855 also requires that portfolio transaction costs incurred in the purchase and sale of investments be charged to net income in the period incurred. Prior to this new standard these costs were added to the cost of the investments purchased or deducted from the proceeds of sale. Section 3855 has been applied prospectively without restatement of prior periods. An adjustment has been made to the opening net assets in the Statement of Changes in Net Assets in order to reflect the effect on investments held at December 31, 2006, of following section 3855 with respect to recording the fair value of investments at bid prices.

All financial instruments are to be initially measured at fair value. Financial instruments classified as held for trading or available for sale are subsequently measured at fair value with any change in fair value recorded in net income and other comprehensive income, respectively. All other financial instruments are subsequently measured at amortized cost. All derivative financial instruments, including derivative features embedded in financial instruments or other contracts which are not considered closely related to the host financial instrument or contract, are generally classified as held for trading and therefore must be measured at fair value with changes in fair value recorded in net income. However, if a derivative financial instrument is designated as a hedging item in a qualifying cash flow hedging relationship, the effective portion of changes in fair value is recorded in other comprehensive income. Any change in fair value relating to the ineffective portion is recorded immediately in net income. Upon adoption on January 1, 2007, the Fund was not party to any derivative contracts. Portfolio investments and loan payable were classified as held for trading and all other financial assets were classified as loans or receivables and are accounted for on an amortized cost basis. All remaining financial liabilities were classified as other financial liabilities.

Section 1530, "Comprehensive Income", introduces a new financial statement "Statement of Comprehensive Income" and provides guidance for the reporting and display of other comprehensive income. Comprehensive income represents the change in equity of an enterprise during a period from transactions and other events arising from non-owner sources including changes in the fair value of the effective portion of cash flow hedging instruments. As required, prior periods have not been restated as a result of implementing Section 1530.

The fair values of the Fund's financial instruments which are comprised of cash and term deposits, revenue receivable, investments, accounts receivable, prepaid expenses, investments, accounts payable and accrued liabilities, distributions payable and loan payable approximate their carrying amount due to the short-term maturity of these instruments.

(f) Future Accounting Pronouncements

The CICA issued three new accounting standards in 2007, section 1535, "Capital Disclosures", section 3862, "Financial Instruments – Disclosures", and section 3863, "Financial Instruments – Presentation". These standards become effective for the Fund in 2008. These new sections will place increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how the Fund manages those risks.

Section 1535 establishes disclosure requirements about an entity's capital and how it is managed. The purpose of this section will be to allow users of the financial statements to evaluate the entity's objectives, policies and processes for managing capital.

Sections 3862 and 3863 will replace section 3861, "Financial Instruments – Disclosure and Presentation", which will revise and enhance the disclosure requirements and will carry forward unchanged its presentation requirements.

3. UNITHOLDERS' CONTRIBUTION

Authorized

The authorized capital of the Fund consists of an unlimited number of trust units which are transferable redeemable units of beneficial interest.

Issued and outstanding	December 31, 2007		December 31, 2006	
	Number	Amount	Number	Amount
Trust units – beginning of period	3,358,311	\$ 31,615,794	–	\$ –
Issued for cash:				
Initial public offering	–	–	3,000,000	30,000,000
Over-allotment provision	–	–	415,000	4,150,000
Agents' fees and issue costs	–	–	–	(2,108,270)
Issued for services (note 4)	20,770	169,306	16,454	164,540
Issued under DRIP	3,903	30,334	657	4,732
Redemptions of trust units	(1,219,295)	(9,571,466)	–	–
Repurchases of trust units	(54,400)	(415,234)	(73,800)	(595,208)
Trust units – end of period	2,109,289	\$ 21,828,734	3,358,311	\$ 31,615,794

The weighted average number of units outstanding for the year ended December 31, 2007 was 2,938,472 units (2006 - 3,361,880 units).

The Fund has a mandatory repurchase program whereby units offered for sale at a discount to the Fund's net asset value per unit of greater than 5% are repurchased for cancellation, subject to a maximum of 1.25% in each calendar quarter of the total number of units outstanding at the beginning of each such quarter. For the year ended December 31, 2007, 54,400 trust units were repurchased under this program for an average cost of \$7.63 per unit (2006 - 73,800 trust units at an average cost of \$8.07 per unit).

Unitholders of Equal Weight can acquire additional units by participating in the Distribution Reinvestment Plan ("DRIP"). The DRIP enables unitholders to reinvest their monthly distributions in additional units of the Fund at the 5 day weighted average market price of the Fund's units. For the year ended December 31, 2007, 3,903 units were issued under the DRIP (2006 - 657 units).

Unitholders have the right to redeem their units on an annual basis in August of each year, commencing August 2007. The redemption value is net asset value less the costs of and associated with selling sufficient investments to meet the redemption amount. On August 30, 2007 a total of 1,219,295 units were redeemed for a total cost of \$9.6 million or \$7.85 per unit.

4. ADMINISTRATIVE AND REBALANCING ADVISOR FEES / DIRECTORS' FEES

Equal Weight Management Ltd. ("EWML") is the administrator of the Fund and therefore a related party to the Fund. Shaunessy Investment Counsel Inc. is the rebalancing advisor of the Fund. Pursuant to the administrative services and rebalancing advisory agreements, total annual administrative and rebalancing advisory fees are based upon 0.75% of the aggregate average weekly net asset value of the Fund, less the portion of the net asset value attributable to the Citadel Funds, subject to a maximum of 0.55% per annum of the net asset value of the Fund. The fee is payable in units or cash, at the option of the administrator, monthly in arrears based on the daily average closing price of the units. For the year ended December 31, 2007, the Fund issued 16,334 trust units and recorded an expense of \$143,696 (2006 - 13,329 units and an expense of \$141,670) in respect of the administrative and rebalancing advisory fees earned during the period. The administrative services agreement also provides for the reimbursement of certain expenses incurred by the administrator during the performance of its duties. As at December 31, 2007, included in accounts receivable were amounts owed from EWML of \$32,361 (2006 - \$80,108 in accounts receivable).

Directors of EWML received a total of 4,436 trust units for a value of \$31,250 in February 2007 (February 2006 - 3,125 trust units for a value of \$31,250) as payment for their annual retainers.

5. TRAILER FEE

Equal Weight pays a trailer fee to investment dealers calculated and payable quarterly in arrears at an annual rate of 0.30% of the net asset value of the Fund held by unitholders in accounts with investment dealers. For the year ended December 31, 2007, the Fund recorded an expense of \$68,853 relating to the trailer fee (2006 - \$74,423).

6. INVESTMENTS

The net realized gain (loss) on the sale of investments was determined as follows:

	Year Ended Dec. 31, 2007	Period from Dec. 22, 2005 to Dec. 31, 2006
Proceeds from the sale of securities	\$ 17,683,892	\$ 3,286,456
Less cost of securities sold:		
Investments at cost – beginning of period	34,312,415	–
Investments purchased during period	7,179,899	37,553,749
Investments at cost – end of period	(21,719,039)	(34,312,415)
Cost of investments disposed of during period	19,773,275	3,241,334
Net realized gain (loss) on sale of investments	\$ (2,089,383)	\$ 45,122

7. CASH DISTRIBUTIONS

The Fund pays out monthly cash distributions based upon cash distributions received by the Fund less estimated expenses. For the periods ended December 31, 2007 and 2006, the Fund also distributed a portion of its realized capital gains and/or return of capital.

	Year Ended Dec. 31, 2007	Period from Dec. 22, 2005 to Dec. 31, 2006
Net investment income for the period	\$ 1,950,105	\$ 2,157,788
Add fees paid by issuance of units	168,902	159,332
Capital distributed	265,723	58,491
Cash distributions	\$ 2,384,730	\$ 2,375,611
Cash distributions per unit	\$ 0.84	\$ 0.70

8. LOAN FACILITY

The Fund maintains a revolving credit facility with a Canadian chartered bank to a maximum of \$8.0 million or 20% of the total assets of the Fund. At December 31, 2007 an amount of \$3.5 million (2006 - \$3.5 million) was drawn on the facility. The facility will revolve until May 6, 2008 and for a further 364 days at the option of the bank. Borrowings are collateralized by a general security agreement which provides a first floating charge over the Fund's assets. The facility bears interest at the bank's prime lending rate or at banker's acceptance rates if advances are made in that form. The maximum and minimum borrowings in 2007 were \$3.5 million.

9. PORTFOLIO TRANSACTION COSTS

For the year ended December 31, 2007, the Fund incurred portfolio transaction costs of \$82,275 (2006 - \$131,926) and they are recorded separately in the Statement of Operations for 2007 only, as per Note 2(e).

10. SECURITIES LENDING

The Fund engaged in securities lending during 2007 and as at December 31, 2007, the Fund had lent out \$2.3 million (2006 - \$2.3 million) of its portfolio securities with \$2.4 million (2006 - \$2.4 million) of collateral in primarily federal and provincial bonds.

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CORPORATE INFORMATION

ADMINISTRATORS

Citadel Diversified Management Ltd.
Citadel S1 Management Ltd.
Citadel TEF Management Ltd.
Citadel CPRT Management Ltd.
Citadel Series Management Ltd.
Equity Lift Management Ltd.
N.A. Energy Management Inc.
Stable Yield Management Inc.
Sustainable PE Management Inc.
Equal Weight Management Ltd.
CGF Funds Management Ltd.
CGF Resource FT Funds Management Ltd.
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INVESTMENT MANAGER

(CPF.un)

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REBALANCING ADVISOR

(IEP.un, EQW.un and FPR.pr.a)

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Stephen Allan – Chairman
John Watson
Duane Keinick

DIRECTORS AND OFFICERS

Harold P. Milavsky - Chairman of the Board
Micheline Bouchard - Director
Doug D. Baldwin - Director
Kent J. MacIntyre - Director
James T. Bruvall - Director and Chief Executive Officer
Darren K. Duncan - Chief Financial Officer
Joseph F. MacDonald - Executive V.P. Sales & Marketing

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STOCK EXCHANGE LISTINGS

The Toronto Stock Exchange
Citadel Diversified Investment Trust units: **CTD.un**
Citadel S-1 Income Trust Fund units: **SDL.un**
Citadel HYTES Fund units: **CHF.un**
Citadel SMaRT Fund units: **CRT.un**
Citadel Premium Income Fund units: **CPF.un**
Series S-1 Income Fund units: **SRC.un**
Income & Equity Index Participation Fund units: **IEP.un**
Energy Plus Income Trust units: **EPF.un**
Citadel Stable S-1 Income Fund units: **CSR.un**
Sustainable Production Energy Trust units: **SPU.un**
Equal Weight Plus Fund units: **EQW.un**
Financial Preferred Securities Corporation shares: **FPR.pr.a**
CGF Resource 2006 Flow-Through Limited Partnership units: not listed



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